ARTICLE APPEARED
ON PAGE AI

THE WASHINGTON POST 12 September 1981

Firearms Bureau Investigation

Justice Dept. Sent Briber

By Patrick E. Tyler and Al Kamen
Washington Post Staff Writers

Federal investigators pursuing a "terrorism for hire" case against two former CIA agents have referred at least two cases of alleged bribery to the Justice Department for possible prosecution.

One case involves a former congressional liaison for the Army Materiel Command and later the Federal Energy Administration.

The bribery allegations, still under investigation, are contained in investigative case summaries compiled over the past two years by agents of the Treasury Department's Bureau of Alcohol, Tobacco and Firearms (BATF). The agents are part of a team of federal investigators that has constructed a broad criminal conspiracy case against ex-CIA agents Edwin P. Wilson and Francis E. Terpil.

The alleged conspiracy, spelled out in an April, 1980, grand jury indictment naming both men, involved the shipment of high explosives, electronic timers, prohibited night vision equipment and commando training for the regime of radical Libyan dictator Col. Muammar Qaddafi. It included an alleged \$1 million assassination attempt on behalf of Qaddafi against a dissident Libyan expatriate.

Prosecutors assigned to the case, E. Lawrence Barcella and Carol E. Bruce, said they had "absolutely

no comment" on the report.

In their summary, BATF agents state that Wilson and Terpil's activities in Libya have demonstrated "that the United States, in effect, has become a major supplier of hardware and technology in support of worldwide terrorism."

In part to further these alleged efforts, the confidential report continues, "They [Wilson and Terpil] are also known to bribe U.S. government officials to enhance their businesses as evidenced by the Paul Cyr referral and the William Weisenburger referral." Referral means that the cases are sent to the Justice Department for further investigation and possible prosecution.

Cyr, 60, a longtime Capitol Hill fixture in lobbying circles, was the chief congressional liaison for the Army Materiel Command during much of the 1960s and early 1970s. In the mid-1970s, he became the chief congressional advocate for the Federal Energy Administration (FEA) and when the FEA was succeeded by the Department of Energy, Cyr became the deputy director for congressional relations. He was not available for comment.

Weisenburger, a longtime CIA engineer, was fired

from his post in 1977 by then-C Director Stansfield Turner for assing Wilson in constructing 10 p totype delayed-action timers for in bombs in Libyan terrorist p grams. Weisenburger also was available for comment, but a sou close to the family said that he not aware of the bribery allegat against him. The source said t Weisenburger felt he had b "duped" by Wilson into assist with the electronic timer constitution while on active duty with CIA:

wCyr, an avid sportsman when hunting partners have included eral congressmen, distinguished have included eral for behind-the-lines commando experience in World War II where he served in the Office of Strategic Services (OSS), a predecessor of the CIA:

of The investigative report does not go into detail about the bribery allegations, but several sources familiar with the investigation said that they concerned alleged payments to Cyr to protect and promote Wilson's interests at a time when Wilson was trying to maintain his influence on Capitol Hill in support of highly classified intelligence projects and other ventures involving the string of companies he ran out of offices at 1425 K Street NW. There is no indication in the report that Cyr knew anything about Wilson's Libyan ac-. . . . tivities.

Also included in the dozens of pages of investigative summaries are new and revealing details about the Wilson-Terpil operation:

• Wilson and Terpil allegedly lured three Cuban CIA contract agents to Geneva in September, 1976, by implying that their mission would be to assassinate, for the CIA, notorious international terrorist Illitch Ramirez Sanchez, better known as "Carlos," and who is believed to be the planner of the 1972 Munich

how to build bombs and other terrorist devices. The desert resort proposal never materialized.

• Prosecutors have obtained secret tape recordings of Wilson conversations with his onetime secretary, Eula Harper, who is cooperating with the grand jury investigation under a grant of immunity. Harper is the wife of John Henry Harper, one of the first explosives' experts recruited by Wilson from the ranks of his former CIA colleagues to help the Libyans build exploding lamps, ashtrays, coat hangers, teapots and other terrorist instruments.

The purpose of these exploding devices, which were assembled in a hideaway desert laboratory at the Winter Palace of Libya's deposed monarch, King Idris, according to the investigative summary, was described by Wilson: "You know, the colonel [Qaddafi] may sometimes have some young colonels or some officers or something that are getting out of line that he wants to send a present to."

The federal investigators, pursuing Wilson's worldwide business network and his effective use of former military and intelligence personnel, concluded: "Former Central Intelligence Agency personnel, military special forces personnel and U.S. corporations—combine to supply products, and expertise to whoever

corporations combine to supply products and expertise to whoever Sanitized Copy Approved for Release 2010/06/28 : CIA-RDP90-00552R000100760005-4